

Restaurant Revitalization Tax Credit Act

This legislation creates a special tax credit available to businesses that applied for the Small Business Administration's (SBA) Restaurant Revitalization Fund (RRF) program, but were unable to receive a grant because the program ran out of funding. The credit may be used to offset employment taxes up to \$25,000 per quarter in 2023 and is refundable up to a total of \$25,000 for all four quarters for employers that had an average of ten or fewer employees in the fourth quarter of 2022. The cap on refundability is reduced by \$2,500 for each additional employee over ten.

The Restaurant Revitalization Tax Credit (RRTC) is open to RRF applicants that:

- were eligible for, but did not receive an RRF award due the program running out of funding.
- experienced an average reduction in gross receipts in 2020 and 2021 of greater than 30 percent as compared to 2019 *or* a reduction in gross receipts of greater than 50 percent in either 2020 or 2021, as compared to 2019.
- were in operation prior to March 14, 2020.
- paid payroll taxes in at least two quarters during 2021.

For more information, please email Jacob_Press@sbc.senate.gov or Shivani_Pampati@sbc.senate.gov.